Steven L. Beshear Governor

Ted Hampton

Gray, KY 40734

Leonard K. Peters Secretary Energy and Environment Cabinet



Commonwealth of Kentucky Public Service Commission

211 Sower Blvd. P.O. Box 615 Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky.gov

November 26, 2008

David L. Armstrong Chairman

James Gardner Vice-Chairman

John W. Clay Commissioner

RE: Case No. 2008-00413

Cumberland Valley Electric, Inc. Highway 25E, P. O. Box 440

We enclose one attested copy of the Commission's Order in the above case.

Sincerely,

Stephanie Stumbo Executive Director

SS/rs Enclosure



Steven L. Beshear Governor

Attorney At Law P. O. Box 1900

Barbourville, KY 40906

Leonard K. Peters Secretary Energy and Environment Cabinet

Honorable W. Patrick Hauser



Commonwealth of Kentucky Public Service Commission

211 Sower Blvd. P.O. Box 615 Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky.gov

November 26, 2008

David L. Armstrong Chairman

James Gardner Vice-Chairman

John W. Clay Commissioner

RE: Case No. 2008-00413

We enclose one attested copy of the Commission's Order in the above case.

Sincerely,

Stephanie Stumbo Executive Director

SS/rs Enclosure



COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF CUMBERLAND VALLEY)	
ELECTRIC, INC. TO PASS-THROUGH AN)	CASE NO. 2008-00413
INCREASE OF ITS WHOLESALE POWER)	
SUPPLIER PURSUANT TO KRS 278.455(2))	

ORDER

On October 31, 2008, Cumberland Valley Electric, Inc. ("Cumberland Valley") submitted an application to pass-through any wholesale rate adjustment granted to its wholesale supplier, East Kentucky Power Cooperative, Inc. ("EKPC"), in Case No. 2008-00409.¹ Cumberland Valley submitted its application pursuant to the authority of KRS 278.455(2) and proposed that its new rates become effective December 1, 2008.

KRS 278.455(2) provides that the rates of a distribution cooperative shall become effective on the same date as those of its wholesale supplier. On November 26, 2008, the Commission suspended EKPC's proposed rates up to and including May 31, 2009. Consequently, Cumberland Valley's proposed rates may not become effective until the Commission renders a decision on EKPC's proposed rates or until EKPC's proposed rates become effective as a matter of law.

IT IS THEREFORE ORDERED that Cumberland Valley's proposed rates shall be suspended up to and including May 31, 2009.

¹ Case No. 2008-00409, General Adjustment of Electric Rates of East Kentucky Power Cooperative, Inc.

Done at Frankfort, Kentucky, this 26th day of November, 2008.

By the Commission

Executive Director